

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

LOANS AND ADVANCES – House Building Advance (Ready Built House) - Sri A. Venkata Reddy, Office Subordinate, Law Department – Advance of Rs.5,00,000/- - Sanctioned – Orders – Issued.

LAW (M.II) DEPARTMENT

G.O.Rt.No. 1320

Dated:09.08.2010

Read the following:-

1. G.O.(P) No.174, Finance (A&L) Department, dated:15.05.2010.
2. G.O.Rt.No.2709, Finance (A&L) Department, dated:31.05.2010.
3. Application of Sri A. Venkata Reddy, Office Subordinate, Law Dept., dated:25.05.2010.

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ORDER:

Under Article 233 (A) of A.P. Financial Code, Volume-I and the rules for the grant of loans to Government servants for House Building purposes, Government hereby sanctioned an amount of Rs.5,00,000/- (Rupees Five lakhs only) to Sri A. Venkata Reddy, Office Subordinate, Law Department for the purchase of a Ready Built House subject to the following conditions.

- (i) Out of the amount of advance sanctioned above, 10% of the advance amounting to Rs.50,000/- (Rupees Fifty thousand only) shall be payable in cash to the loanee and the balance of the advance of Rs.4,50,000/- (Rupees Four lakhs and fifty thousand only) shall be payable in the form of non-negotiable Demand Draft/Crossed Cheque in favour of the Vendor (viz) Smt. A. Arun Jyothi, W/o. Late A. Panduranga Reddy, Uppal Mandal, Ranga Reddy District, Hyderabad from whom the loanee proposed to purchase the house. The Cheque/Draft will be handed over to the Vendor before the Sub Registrar at the time of Registration of the sale deed.
- (ii) He shall furnish a surety bond in the prescribed form (Form IX) from a permanent Government Servant drawing not less than his pay, as required under Rule 5 (b) (iii) of House Building Advance.
- (iii) The purchase of the house must be completed and the house mortgaged to Government duly registered within three months from the date of drawal of the advance failing which the advance together with interest thereon shall be refunded forthwith.
- (iv) The house shall be maintained in good condition and repairs if any made at his own cost and that necessary insurance premium, Municipal Rates and Taxes are paid regularly until the advance is repaid in full.
- (v) He shall keep the house free from all encumbrances.
- (vi) He shall insure the house immediately on its purchase at his own cost for a sum not less than the amount of the advance with interest due thereon and shall keep the house insured against damage by fire, flood or lightning till the advance with interest due thereon is fully repaid to the Government and also deposit the policy with the Government.
- (vii) The recovery of principle shall commence after three months following the drawal of the advance i.e. recovery will commence from the fourth month following the drawal of advance. The advance sanctioned shall be recovered in 200 monthly installments at Rs.2,500/- p.m. It will be open to the grantee to repay the amount in shorter periods if he so desires.

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- (viii) The interest will be charged at the rate of 5% (Class IV) per annum and recovered in 60 installments immediately after completion of the recovery of the principal amount.
- (ix) Any amount drawn in excess of the expenditure incurred should be refunded forthwith with interest if any, due thereon.
- (x) The balance of the advance with interest, if any, remaining unpaid should be recovered from the whole or any specified part of the Death-cum-Retirement Gratuity that may be sanctioned to him.

2. In case of the grantee does not repay the balance of the advance due to Government on or before the date of retirement, it shall be open to Government to enforce the security of the mortgage at any time thereafter and recover the balance of the advance due together with interest and cost of recovery by sale of the house or in such other manner as may be permissible under the law. The recovery of the advance shall be affected through the monthly Pay/Leave salary bills of the grantee. If the grantee ceases to be in service for any reason other than the normal retirement by superannuation or if he dies before the repayment of the entire advance the outstanding amount of advance shall become payable to the Government forthwith. Failure on the part of the grantee or his successors to repay the advance with interest for any reason, whatsoever, will entitle the Government to enforced the mortgage or to take such other action as may be permissible under the Law. The property mortgaged to the Government shall be reconveyed to the grantee or his successors as the case may be after the advance together with interest thereon has been repaid to the Government in full.

3. The agreement bond obtained from the individual is forwarded herewith to the Pay and Accounts Officer, Hyderabad for scrutiny and return.

4. It is certified that the advance for the purchase of Ready Built House is sanctioned for the first time and that the individual has not taken any such advance previously.

5. The expenditure shall be debited to Head of account "M.H.7610-Loans to Government Servants – Minor Head-201-House Building Advances-S.H.(05)-Loans to other Officers" and shall be met from the funds allotted to Law Department vide references 2nd read above.

6. Law (Claims) Department is requested to draw and disburse the amount to the individual through ECS.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

V. SURI APPA RAO,
Secretary to Government,
Legal Affairs.

To
Sri A. Venkata Reddy, Office Subordinate, Law Department.
The A.S.O. Law (Claims) Department (3 copies).

Copy to: The Pay and Accounts Officer, Hyderabad.

- „ The Deputy Pay and Accounts Officer, Secretariat Branch, Hyderabad.
- „ The Accountant General (A&E), A.P., Hyderabad.
- „ S/f and S/c.

//FORWARDED :: BY ORDER//

SECTION OFFICER